



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Norman H. Bangert
Governor

Dee C. Hansen
Executive Director

Dianne R. Nielson, Ph.D.
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

May 3, 1991

Mr. Lance Jackson
Interstate Brick Company
9870 South 5200 West
West Jordan, Utah 84088-5689

Lance
Dear ~~Mr.~~ Jackson:

Re: Final Approval of Form and Amount of Replacement Surety,
Koosharem Mine M/031/002, Interstate Brick Company, Piute
County, Utah

On April 25, 1991, the Board of Oil, Gas and Mining formally approved the replacement surety which Interstate Brick Company (IBC) had posted under the parent company of Pacific Coast Building Products. In addition, the Division of Oil, Gas and Mining (Division) has approved of the revised reclamation plan for the Koosharem site. IBC has now completed all of the permitting requirements to finalize the permit process for this project.

The Division will now release and return the previous bond (Bond #) for the Koosharem site which was under the parent company of Questar Corporation. A copy of this letter along with the released bond is being sent to United Pacific Insurance Company.

For your records, please find enclosed, copies of the signed Reclamation Contract and the reclamation surety forms. Thank you for your cooperation in completing this permitting process. Please contact me if you have any questions regarding this Board action.

Sincerely,

Anthony A. Gallegos
Reclamation Engineer

jb

Enclosure

cc: Jerry Mansfield, State Lands & Forestry
United Pacific Insurance Co., (Enclosure)
Lowell Braxton, DOGM
Wayne Hedberg, DOGM

M031002.1



UNITED PACIFIC/RELIANCE

INSURANCE COMPANY

SALT LAKE CITY BRANCH: 555 EAST 3RD SOUTH, SUITE 300, SALT LAKE CITY, UTAH 84102
AC 801-363-6030

File Koosharen
Pit
ACT/031/002
Copy to John Blak
and Dan

JIM

MAY 03 1983

April 29, 1983

State of Utah
Dept. of Natural Resources
Division of Oil, Gas and Mining
1588 West North Temple
Salt Lake City, Utah 84116

Re: Bond Number /
Entrada Industries, Inc., Interstate
Brick Division, Salt Lake City, Utah
\$23,022.00 - The Mined Lands Reclamation
Act Bond - Name Change Rider

Gentlemen:

Enclosed, please find Names Change Rider to be filed with the above captioned Bond.

I trust you will find this acceptable.

Thank you.

Very truly yours,

UNITED PACIFIC INSURANCE COMPANY

Gloria Smith
Gloria Smith
Bond Department

/gs

RECEIVED
MAY 03 1983

DIVISION OF
OIL, GAS & MINING

UNITED PACIFIC INSURANCE COMPANY

HEAD OFFICE, FEDERAL WAY, WASHINGTON

CHANGE OF NAME RIDER

THE MINED LANDS RECLAMATION

To be attached to and form part of ACT BOND

Bond Number 1

excuted by

ENTRADA INDUSTRIES INC. INTERSTATE BRICK DIVISION

as Principal, and UNITED PACIFIC INSURANCE COMPANY, as Surety, in favor of

STATE OF UTAH

Department of Natural Resources

Division of Oil, Gas, and Mining

and dated April 10, 1980

It is hereby agreed that the name of the Principal is changed to:

INTERSTATE BRICK COMPANY

Provided, however, that the liability of the Surety under the attached bond and under the attached bond as changed by this rider shall not be cumulative.

The attached bond shall be subject to all its agreements, limitations and conditions except as herein expressly modified.

This rider shall become effective as of the 9th day of February, 1983 standard time.

Signed, sealed and dated this 14th day of February, 1983

Accepted: INTERSTATE BRICK COMPANY
Insert new name of Principal

INTERSTATE BRICK COMPANY

Principal

By: [Signature]

Title

ENTRADA INDUSTRIES, INC.
INTERSTATE BRICK DIVISION

Insert old name of Principal, if name changed

By: [Signature]

UNITED PACIFIC INSURANCE COMPANY

By: [Signature]

Title

Sue D. Lomax

Attorney-In-Fact

Accepted: April 19, 1983

STATE OF UTAH

By: [Signature]

Obligee

Director, Division of Oil, Gas & Mining

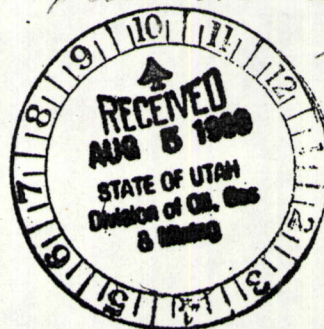
Title

File Copy
ACT/031/002

BOND #: 6

Copy for Jim and
place in his "Dn"
box

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING
1588 West North Temple
Salt Lake City, Utah 84116



THE MINED LANDS RECLAMATION ACT

BOND ✓

Koosharew Mine

KNOW ALL MEN BY THESE PRESENCE, that the undersigned ENTRADA INDUSTRIES INC.
INTERSTATE BRICK DIVISION as principal, and UNITED PACIFIC INSURANCE COMPANY as
surety, are held and firmly bound unto the State of Utah, Division of Oil, Gas,
and Mining, in the penal sum of TWENTY THREE THOUSAND TWENTY
TWO DOLLARS AND NO/100 - - dollars (\$23,022.00)
for the payment of which sum, will and truly be made, we hereby jointly and
severally bind ourselves, our heirs, administrators, executors, successors, and
assigns.

THE CONDITION OF THE ABOVE OBLIGATION IS SUCH that whereas the above
named principal did on the 10th day of April 1980, file with the
Division of Oil, Gas, and Mining a "Notice of Intention to Commence Mining
Operations" and a "Mining and Reclamation Plan", to secure authorization to en-
gage in mining operations in the State of Utah, under the terms and provisions
of the Mined Land Reclamation Act; that in said Notice the principal estimated
that 15 1/4 acres of land will be affected by mining. Said land is de-
scribed as follows in Exhibit "A" attached hereto.

NOW, if the said principal shall satisfactorily reclaim the above men-
tioned lands affected by mining by said principal in accordance with the Mining
and Reclamation Plan and shall faithfully perform all requirements of the Mined
Land Reclamation Act, and comply with the Rules and Regulations adopted in ac-
cordance therewith, then this obligation shall be void; otherwise it shall re-
main in full force and effect until the reclamation is completed as outlined in
the approved Mining and Reclamation Plan.

If the said approved plan provides for reclamation of the land affected
on a piecemeal or cyclic basis, and said land is reclaimed in accordance with
such plan, then this bond may be reduced periodically.

In the converse, if the said plan provides for a gradual increase in
the area of the land affected or increased reclamation work, then this bond may
accordingly be increased with the written approval of the surety company.

NOTE: Where one signs by virtue of Power of Attorney for a surety
company, such Power of Attorney must be filed with this bond. If the principal
is a corporation, the bond shall be executed by its duly authorized officers with
the seal of the corporation affixed.

ENTRADA INDUSTRIES INC.
INTERSTATE BRICK DIVISION

Principal (Company)

Date: August 4, 1980By: Harold K. Canon

Company Official - position

UNITED PACIFIC INSURANCE COMPANY

Surety (Company)

Date: AUGUST 4, 1980By: Gloria SmithOfficial of Surety - Position
Gloria Smith, Attorney-in-Fact

STATE OF UTAH

County of SALT LAKE

SS.

GLORIA SMITH being first duly sworn on oath, desposes and says that he is the Attorney-in-Fact of the UNITED PACIFIC INSURANCE COMPANY, and that he is duly authorized to execute and deliver the foregoing obligation; that said company is authorized to execute the same and has complied in all respects with the laws of Utah in reference to becoming sole surety upon bonds, undertakings and obligations.

Gloria Smith
Gloria Smith, Attorney-in-Fact

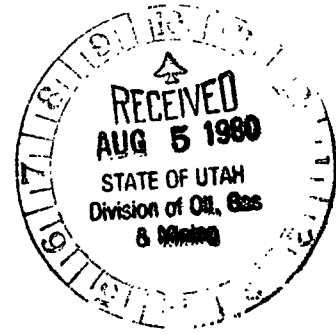
Subscribed and sworn to before me this 4th day of August, A. D. 19 80
My Commission expires

April 5, 1984

Candith J. Hurst
Notary Public

Residing at Salt Lake City, Utah

EXHIBIT "A"



SE $\frac{1}{4}$, NE $\frac{1}{4}$ Section 2, Tp. 27 South
Range 2 West

DIVISION OF OIL, GAS, AND MINING
BOND ESTIMATE



OPERATOR: Interstate Brick
MINE NAME: Koosharem ACT/031/002
LOCATION: Section 2, Township 27 South, Range 2 West
COUNTY: Piute
DATE: July 18, 1980

	Operation	Amount	Rate	Cost
A.	CLEAN-UP			
	1. Removal of structures & equipment.	Lump	Lump	\$ 500.00
	2. Removal of trash & debris.	Included		
	3. Leveling of ancillary facilities pads and access roads.	Included		
B.	REGRADEING & RECONTOURING			
	1. Earthwork including haulage and grading of spoils, waste and overburden.	30 Hours	\$ 85.00/hr	\$ 2,550.00
	2. Recontouring of highwalls and excavations.	Included		
	3. Spreading of soil or surficial materials.	Included		
C.	STABILIZATION			
	1. Soil preparation, scarification, fertilization, etc.	15.25 ac	\$ 175.00/ac	\$ 2,669.00
	2. Seeding or planting.	Included		
	3. Construction of terraces, water-bars, etc.	Included		
D.	LABOR			
	1. Supervision.	30 Hours	\$ 10.00/hr	\$ 300.00
	2. Labor exclusive of bulldozer time.	Included		
E.	SAFETY			
	1. Erection of fences, portal coverings, etc.	Excluded	---	---
	2. Removal or neutralization of explosive or hazardous materials.	Excluded	---	---
F.	MONITORING			
	1. Continuing or periodic monitoring, sampling & testing deemed necessary.	Reseeding 15.25 acres	\$ 50.00/ac	\$ 762.00
G.	OTHER			
	13% Annual Inflation for 10 year mine life. Surety to be reevaluated every 10 years.		Subtotal	\$ 6,782.00
			Inflation	\$16,240.00
			TOTAL	\$23,022.00